

## United States Department of State

Washington, D.C. 20520

SEP 14 2004

Dear Mr. Speaker:

Pursuant to Section 36(d) of the Arms Export Control Act, I am transmitting, herewith, certification of a proposed manufacturing license agreement for the manufacture of significant military equipment abroad.

The transaction described in the attached certification involves the transfer of technical data, assistance and manufacturing know-how to Spain for the manufacture of M76 periscopes and components of the M86 Optronic Masts for the S-80 Submarines for end use by the Spanish Navy.

The United States Government is prepared to license the export of these items having taken into account political, military, economic, human rights and arms control considerations.

More detailed information is contained in the formal certification which, though unclassified, contains business information submitted to the Department of State by the applicant, publication of which could cause competitive harm to the United States firm concerned.

Sincerely,

Paul V. Kelly

Assistant Secretary

an. Kele

Legislative Affairs

Enclosure:

Transmittal No. DDTC 074-04

The Honorable

J. Dennis Hastert,

Speaker of the House of Representatives.